

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

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WS--01689A

Clear Springs Utility Company, Inc. — *Water*

P.O. Box 85160

Tucson, AZ 85754-0000

RECEIVED

MAR 14 2006

Z Corporation Commissic
Director of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005
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FOR COMMISSION USE

ANN04	05
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COMPANY INFORMATION

Company Name (Business Name) Clear Springs Utility Company--Water Division		
Mailing Address 2102 N. Forbes, #107		
Tucson	AZ	85745
(City)	(State)	(Zip)
520-624-4404	520-792-0377	
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address		
Local Office Mailing Address Same as above		
(City)	(State)	(Zip)
Local Office Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address		

MANAGEMENT INFORMATION

Management Contact: Southwestern Utility Management, Inc.			
		(Name)	(Title)
2101 N. Forbes, #107	Tucson	AZ	85745
(Street)	(City)	(State)	(Zip)
520-624-4404	520-792-0377		
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			
On Site Manager: Steve Siegfried			
(Name)			
2102 N. Forbes, #107	Tucson	AZ	85745
(Street)	(City)	(State)	(Zip)
520-624-4404	520-792-0377		
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address			

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent Ezra H. Lewis			
(Name)			
2101 N. Forbes, #107	Tucson	AZ	85745
(Street)	(City)	(State)	(Zip)
520-624-4404	520-792-0377		
Telephone Number (Include Area Code)	Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Attorney:			
(Name)			
(Street) (City) (State) (Zip)			
Telephone Number (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)			

OWNERSHIP INFORMATION

Check the following box that applies to you company:

<input type="checkbox"/> Sole Proprietor (S)	<input type="checkbox"/> C Corporation (C) (Other than Association/Co-Op)
<input type="checkbox"/> Partnership (P)	<input checked="" type="checkbox"/> Subchapter S Corporation (Z)
<input type="checkbox"/> Bankruptcy (B)	<input type="checkbox"/> Association/Co-Op (A)
<input type="checkbox"/> Receivership (R)	<input type="checkbox"/> Limited Liability Company
<input type="checkbox"/> Other (Describe) _____	

COUNTIES SERVED

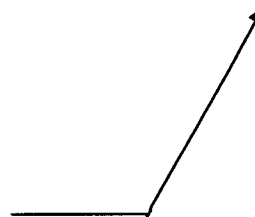
Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input checked="" type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D (OC less AD)
301	Organization	1,625	---	1,625
302	Franchises			
303	Land and Land Rights	210	---	210
304	Structures and Improvements	28,565	25,480	3,085
307	Wells and Springs	163,397	124,227	39,170
311	Pumping Equipment	124,100	114,904	9,196
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	111,845	97,934	13,911
331	Transmission and Distribution Mains	292,830	257,327	35,503
333	Services	103,561	56,711	46,850
334	Meters and Meter Installations	68,657	59,074	9,583
335	Hydrants	9,850	9,850	---
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3,274	3,274	---
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	6,727	6,530	197
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	914,641	755,311	159,330

This amount goes on the Balance Sheet Acct. No. 108



See Accountants' Report.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)*
301	Organization	1,625	---	---
302	Franchises			
303	Land and Land Rights	210	---	---
304	Structures and Improvements	28,565	3.33%	95
307	Wells and Springs	163,397	3.33%	1,211
311	Pumping Equipment	124,100	12.50%	284
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	111,845	2.22%	430
331	Transmission and Distribution Mains	292,830	2.00%	1,098
333	Services	103,561	3.33%	1,449
334	Meters and Meter Installations	68,657	8.33%	296
335	Hydrants	9,850	2.00%	
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3,274	6.67%	---
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	6,727	5.00%	6
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	914,641		4,869

*Depreciation for 2005 is calculated on O.C.L.D.

This amount goes on Comparative statement of Income and Expense Acct. No. 403.

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 12,525	\$ 15,453
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	13,227	17,245
146	Notes/Receivables from Associated Companies	6,547	6,547
151	Plant Material and Supplies	8,228	---
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 40,527	\$ 39,245
	FIXED ASSETS		
101	Utility Plant in Service	\$ 925,970	\$ 914,641
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(758,249)	(755,311)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 167,721	\$ 159,330
	TOTAL ASSETS	\$ 208,248	\$ 198,575

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 16,194	\$ 13,689
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	28,587	39,496
235	Customer Deposits	17,194	19,253
236	Accrued Taxes	624	726
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	16,735	---
	TOTAL CURRENT LIABILITIES	\$ 79,334	\$ 73,164
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 72,528	\$ 70,033
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	64,182	66,884
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	226,579	226,579
272	Less: Amortization of Contributions	(226,579)	(226,579)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 64,182	\$ 66,884
	TOTAL LIABILITIES	\$ 216,044	\$ 210,081
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,000	\$ 1,000
211	Paid in Capital in Excess of Par Value	1,819,934	1,839,934
215	Retained Earnings	(1,828,730)	(1,852,440)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ (7,796)	\$ (11,506)
	TOTAL LIABILITIES AND CAPITAL	\$ 208,248	\$ 198,575

Beginning Retained Earnings	(1,828,730)
Net Income for 2005	570
ACC Adjustments to Fixed Assets and Plant	
Material and Supplies	(24,280)
Ending Retained Earnings	(1,852,440)

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 150,137	\$ 152,637
460	Unmetered Water Revenue		
474	Other Water Revenue	2,383	2,743
	TOTAL REVENUES	\$ 152,520	\$ 155,380
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	33,227	20,439
618	Chemicals	90	87
620	Repairs and Maintenance	2,818	4,572
621	Office Supplies and Expense	4,837	8,869
630	Outside Services	79,135	79,482
635	Water Testing	3,126	3,209
641	Rents		
650	Transportation Expense	7,787	7,060
657	Insurance – General Liability	5,228	4,875
659	Insurance – Health and Life		
666	Regulatory Commission Expense – Rate Case		5,434
675	Miscellaneous Expense	494	350
403	Depreciation Expense	30,052	4,869
408	Taxes Other Than Income		
408.11	Property Taxes	10,219	10,579
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 177,013	\$ 149,825
	OPERATING INCOME/(LOSS)	\$ (24,493)	\$ 5,555
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 3	\$ ---
421	Non-Utility Income	298	363
426	Miscellaneous Non-Utility Income		
427	Interest Expense	(4,822)	(5,348)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (4,521)	\$ (4,985)
	NET INCOME/(LOSS)	\$ (29,014)	\$ 570

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	6/01/01			
Source of Loan	W.I.F.A.			
ACC Decision No.	62583			
Reason for Loan	Finance Water System Improvements			
Dollar Amount Issued	\$ 80,000.00	\$	\$	\$
Amount Outstanding	\$ 70,033.00	\$	\$	\$
Date of Maturity	6/01/21			
Interest Rate	6.75%	%	%	%
Current Year Interest	\$ 4,452.00	\$	\$	\$
Current Year Principal	\$ 2,494.00	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 12,952.50

Meter Deposits Refunded During the Test Year \$ 1,895.50

COMPANY NAME	Clear Springs Utility Company, Inc.
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WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-603877	30	180	800	16	4	1964
55-604034	Not in Service					
55-502128	120	300	700	16	6	1982
55-603879	5	25	442	6		1966
55-588414	7.5	40	505	8	2	2001
55-603880	3	18	560	6		1969
55-603882	5	25	675	8/6		1970

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
20	2	73	
5	2		
3	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	85	1
12,500	2	1,000	1
1,000	1	1,200	1
		3,000	1
		5,000	2

COMPANY NAME Clear Springs Utility Company, Inc.

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	Galvanized	200
3	PVC	360
4	PVC	3,050
5		
6	PVC	3,040
8	PVC	180
10	AC	6,985
12	AC	200
2	PVC	1,036
3	AC	10,698
4	AC	10,520
6	AC	34,195
8	AC	5,650

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	544
3/4	5
1	17
1 1/2	8
2	3
Comp. 3	1
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

None

STRUCTURES:

1313 Treasure Rd

OTHER:

6 Cylinder Natural Gas Pump Motor

2" Trash Pump

Compressor

Whacker Compressor

7 kw Generator

COMPANY NAME: Clear Springs Utility Company, Inc. - PWS 02-008

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	536	2,211,848	2,586
FEBRUARY	536	2,123,600	2,586
MARCH	537	2,358,660	2,679
APRIL	539	3,274,500	3,769
MAY	539	4,578,930	5,064
JUNE	539	4,953,010	5,528
JULY	539	5,598,192	6,136
AUGUST	540	4,123,420	4,682
SEPTEMBER	540	3,228,390	3,672
OCTOBER	542	3,502,130	4,115
NOVEMBER	543	3,152,620	3,200
DECEMBER	543	3,048,760	3,238
TOTAL		42,154,060	47,203

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (x) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (x) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. 40.0030 mg/l
(If more than one well, please list each separately.) 40.0030

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Clear Springs Utility Company, Inc. P

02-049

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	16	65,600	66
FEBRUARY	16	68,640	72
MARCH	16	83,560	84
APRIL	16	160,340	160
MAY	16	238,420	238
JUNE	16	247,300	247
JULY	16	269,700	270
AUGUST	16	201,800	202
SEPTEMBER	16	156,200	156
OCTOBER	16	171,260	171
NOVEMBER	16	165,100	165
DECEMBER	16	78,320	78
TOTAL		1,906,240	1,909

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes

(x) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes

(x) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. <0.0030 mg/l
(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Clear Springs Utility Company, Inc. PWS-02-048

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	3	10,200	10
FEBRUARY	3	11,180	11
MARCH	3	16,350	16
APRIL	3	28,470	28
MAY	3	48,650	49
JUNE	4	43,400	43
JULY	4	60,530	61
AUGUST	4	21,690	22
SEPTEMBER	4	5,550	6
OCTOBER	4	18,180	18
NOVEMBER	4	10,460	10
DECEMBER	4	10,690	11
TOTAL			285

285,350

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. N/A mg/l
(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Clear Springs Utility Company, Inc. PWS-02-050

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	5	7,050	7
FEBRUARY	5	9,610	10
MARCH	5	13,940	14
APRIL	5	23,640	24
MAY	5	35,920	36
JUNE	5	51,010	51
JULY	5	61,890	62
AUGUST	5	28,580	29
SEPTEMBER	5	35,260	35
OCTOBER	6	22,960	23
NOVEMBER	6	24,060	24
DECEMBER	6	11,840	12
TOTAL		325,760	327

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (x) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (x) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. N/A mg/l
(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Clear Springs Utility Company, Inc. - 02-051

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	7	33,350	33
FEBRUARY	7	30,620	31
MARCH	7	56,220	56
APRIL	7	75,470	75
MAY	7	109,220	109
JUNE	7	200,480	200
JULY	7	162,700	163
AUGUST	7	103,810	104
SEPTEMBER	7	101,810	102
OCTOBER	7	90,660	91
NOVEMBER	7	113,830	114
DECEMBER	7	73,860	74
TOTAL			1,152

1,152,030

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (x) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (x) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. _____ N/A _____ mg/l

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

PROPERTY TAXES

Amount of actual property taxes paid during Calendar year 2005 was \$ 10,579.12

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property tax paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED

MAR 14 2006

VERIFICATION

**STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

**Z Corporation Commissic
Director of Utilities**

(COUNTY OF (COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Ezra H. Lewis	TITLE President
COMPANY NAME Clear Springs Utility Company--Water Division	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION
COMMISSION**

FOR THE YEAR ENDING

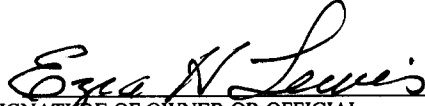
MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS. PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

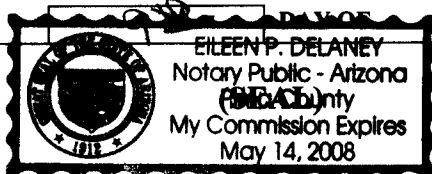
**I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE
CURRENT AND PAID IN FULL.**

**I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT
AND PAID IN FULL.**


SIGNATURE OF OWNER OR OFFICIAL

520-623-5172
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS**



COUNTY NAME	PIMA
MONTH	MARCH 2006

MY COMMISSION EXPIRES May 14, 2008


SIGNATURE OF NOTARY PUBLIC

INCOME TAXES

For this reporting period, please provide the following:

Federal Taxable Income Reported S Corporation
Estimated or Actual Federal Tax Liability _____State Taxable Income Reported S Corporation
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances: _____

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE3/9/06
DATEEzra H. Lewis
PRINTED NAMEPresident
TITLE

RECEIVED

MAR 14 2006

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

Z Corporation Commissic
Director of Utilities

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)

Pima

NAME (OWNER OR OFFICIAL) TITLE

Ezra H. Lewis, President

COMPANY NAME

Clear Springs Utility Company--Water Division

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH

12

DAY

31

YEAR

2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 165,158

(THE AMOUNT IN THE BOX ABOVE
INCLUDES \$ 9,778
IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)

Ezra H. Lewis
SIGNATURE OF OWNER OR OFFICIAL

520-1023-5172
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

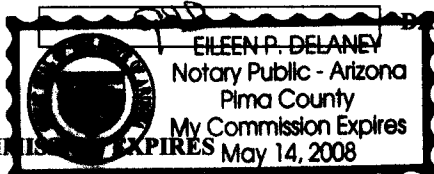
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS DAY OF

(SEAL)

MY COMMISSION EXPIRES

See Accountant's Report.



COUNTY NAME

Pima

MONTH MARCH

2006

Eileen P. Delaney
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED

MAR 14 2006

**Z Corporation Commission
Director of Utilities**

VERIFICATION

**STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME)	
Pima	
NAME (OWNER OR OFFICIAL)	TITLE
Ezra H. Lewis	President
COMPANY NAME	
Clear Springs Utility Company--Water Division	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS. PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01 ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 138,692

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 8,202
IN SALES TAXES BILLED, OR COLLECTED)

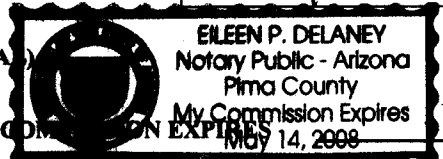
***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

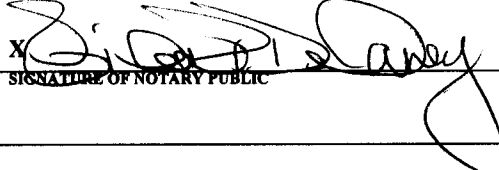

SIGNATURE OF OWNER OR OFFICIAL

520-623-5172
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS** 9th **DAY OF**

NOTARY PUBLIC NAME	
EILEEN P. DELANEY	
COUNTY NAME	
PIMA	
MONTH	YEAR
MARCH	2006

(SEALED) 
**EILEEN P. DELANEY
Notary Public - Arizona
Pima County
My Commission Expires
May 14, 2008**

X 
SIGNATURE OF NOTARY PUBLIC

See Accountants Report

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE CO TREASURER
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER
112977
PARCEL IDENTIFICATION
905-32-270 9
TAX AREA CODE
2270

CLEAR SPRINGS UTILITY CO
P O BOX 85160
TUCSON AZ 85754

RECEIPT REQUESTED ☒

TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2004 2ND HALF COUPON

PAY 2ND HALF	PAY	452.78
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NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2005



0290532270009200400000045278

DOR Form PTXBL (2/2004)

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE CO TREASURER
P O BOX 1778
BISBEE AZ 85603

TAX ROLL NUMBER
112978
PARCEL IDENTIFICATION
905-32-278 3
TAX AREA CODE
2278

CLEAR SPRINGS UTILITY CO
P O BOX 85160
TUCSON AZ 85754

RECEIPT REQUESTED ☒

*IF TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
SEE PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
ENTER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2004 2ND HALF COUPON

TO PAY 2ND HALF	PAY	4,507.54
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NOTE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2005



0290532278003200400000450754

DOR Form PTXBL (2/2004)

CLEAR SPRINGS UTILITY CO. INC.
PHONE 623-5172
P.O. BOX 85160
TUCSON, AZ 85754

WELLS FARGO BANK
TUCSON, AZ 85745
91-527/1221

4/13/2005

PAY TO THE ORDER OF Marsha Bonham - Cochise Co. Treasurer

\$ **4,960.32

Four Thousand Nine Hundred Sixty and 32/100***** DOLLARS

Marsha Bonham - Cochise Co. Treasurer

VOID AFTER 90 DAYS

MEMO

⑈001904⑈ ⑆122105278⑆0719902645⑈

CLEAR SPRINGS UTILITY CO. INC.

Marsha Bonham - Cochise Co. Treasurer

Date	Type	Reference
03/28/2005	Bill	2nd Half Prop 2004
03/28/2005	Bill	2nd Half Prop 2004

Original Amt.
4,507.54
452.78

Balance Due
4,507.54
452.78

4/13/2005

Discount
Check Amount

Payment
4,507.54
452.78
4,960.32

1904

Due October 1, 2005

CLEAR SPRINGS UTILITY CO
905 32 278 3 114000

Delinquency Date First Half Payment
Penalty for late payment is 16% per year prorated
monthly as of the 1st day of the month for
payments postmarked after 5:00 P.M. November
1, 2005 (ARS 42-18052 and ARS 42-18053).

Any total property tax of \$100 or less must be paid
using the first payment coupon—due October 1, 2005.

To pay taxes for the full year, send the 1st half coupon
with your payment postmarked no later than Dec. 31,
2005. Delinquent interest will be waived.



Marsha Bonham
Cochise County Treasurer
PO Box 1778
Bisbee, AZ 85603-2778

2005 9053227800 1 00000102500800000512504

Payment in U.S. FUNDS ONLY
Make check payable to:
Marsha Bonham
Cochise County Treasurer

5,125.04

10,250.08



029053227800300000512504

Due October 1, 2005

CLEAR SPRINGS UTILITY CO
905 32 270 9 114002

Delinquency Date First Half Payment
Penalty for late payment is 16% per year prorated
monthly as of the 1st day of the month for
payments postmarked after 5:00 P.M. November
1, 2005 (ARS 42-18052 and ARS 42-18053).

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with your payment postmarked no later than Dec. 31,
2005. Delinquent interest will be waived.



Marsha Bonham
Cochise County Treasurer
PO Box 1778
Bisbee, AZ 85603-2778

2005 9053227000 1 00000009875200000049376

Payment in U.S. FUNDS ONLY
Make check payable to:
Marsha Bonham
Cochise County Treasurer

493.76

987.52



029053227000000000049376

CLEAR SPRINGS UTILITY CO. INC.

PHONE 623-5172
P.O. BOX 85160
TUCSON, AZ 85754

WELLS FARGO BANK
TUCSON, AZ 85745

91-527/1221

2022

10/19/2005

PAY TO THE
ORDER OF Marsha Bonham - Cochise Co. Treasurer

\$ **5,618.80

Five Thousand Six Hundred Eighteen and 80/100*****

DOLLARS

Marsha Bonham - Cochise Co. Treasurer

MEMO

AUTHORIZED SIGNATURE

⑈002022⑈ ⑆122105278⑆0719902645⑈

CLEAR SPRINGS UTILITY CO. INC.

Marsha Bonham - Cochise Co. Treasurer

10/19/2005

2022

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
10/04/2005	Bill	905-32-278 3	493.76	493.76		493.76
10/04/2005	Bill	905 32 278 3 2278	5,125.04	5,125.04		5,125.04
				Check Amount		5,618.80